

**UNITED STATES BANKRUPTCY COURT  
FOR THE DISTRICT OF DELAWARE**

In re: **W. R. Grace & Co., et al**  
Debtor

Case No. **01-01139** Jointly Administered  
Reporting Period: **October 2007**

**MONTHLY OPERATING REPORT**

File with Court and submit copy to United States Trustee within 20 days after end of month

Submit copy of report to any official committee appointed in the case.

<b>REQUIRED DOCUMENTS</b>	<b>Form No.</b>	<b>Document Attached</b>	<b>Explanation Attached</b>
Schedule of Cash Receipts and Disbursements	MOR-1	X	
Bank Reconciliation (or copies of debtor's bank reconciliations)			See attached Attestation Form
Copies of bank statements			See attached Attestation Form
Cash disbursements journals			Not available
Statement of Operations	MOR-2	X	
Balance Sheet	MOR-3	X	
Status of Postpetition Taxes	MOR-4	X	
Copies of IRS Form 6123 or payment receipt			Not available
Copies of Federal income tax returns filed during reporting period			None filed
Summary of Unpaid Postpetition Debts	MOR-4		See Note #4
Listing of aged accounts payable			See Note #4
Accounts Receivable Reconciliation and Aging	MOR-5	X	
Debtor Questionnaire	MOR-5	X	

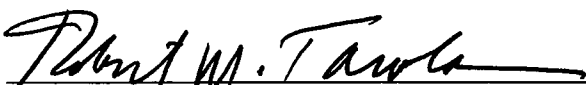
I declare under penalty of perjury (28 U.S.C. Section 1746) that this report and the documents attached are true and correct to the best of my knowledge and belief.

\_\_\_\_\_  
Signature of Debtor

\_\_\_\_\_  
Date

\_\_\_\_\_  
Signature of Joint Debtor

\_\_\_\_\_  
Date

  
\_\_\_\_\_  
Signature of Authorized Individual\*

30 November 2007  
\_\_\_\_\_  
Date

Robert M. Tarola  
\_\_\_\_\_  
Printed Name of Authorized Individual

Senior Vice President and  
Chief Financial Officer  
\_\_\_\_\_  
Title of Authorized Individual

\*Authorized individual must be an officer, director or shareholder if debtor is a corporation; a partner if debtor is a partnership; a manager or member if debtor is a limited liability company.

**W. R. Grace & Co.**  
**Monthly Financial Report**  
**October 31, 2007**

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**Forward-Looking Information**

This monthly financial report contains forward-looking information that involves risks and uncertainties. For such information, Grace claims the protection of the safe harbor for forward-looking statements contained in the Private Securities Litigation Reform Act of 1995. Actual results could differ materially from the results predicted, and reported results should not be considered as a indication of future performance. Factors that could cause actual results to differ from those contained in the forward-looking information include those factors set forth in Grace's most recent Annual Report on Form 10-K and quarterly reports on Form 10-Q, which have been filed with the Securities Exchange Commission.

**Statement of Confidentiality**

The information contained in the monthly financial report contains confidential information of W. R. Grace & Co. and its subsidiaries (the "Confidential Information"). The Confidential Information has been prepared solely for information purposes and may not be disclosed to any person or entity or reproduced, disseminated or disclosed, in whole or in part, except to officers, directors, employees, and representatives of the recipient ("Representatives") or as required by applicable law or regulation. By receipt of the Confidential Information, each recipient agrees to (1) use the Confidential Information only to enhance its understanding of Grace and its businesses, and (2) inform its Representatives of the confidential nature of such information and direct them to treat such information in accordance with the terms. Each recipient agrees to be responsible for any breach of these provisions by any of its Representatives.

## **Monthly Operating Report**

W. R. Grace &amp; Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	JP Morgan Chase Disbursement 9101013572	First Union Deposit Acct 2199500021812	First Union Payroll 2079900003615	Merrill Lynch Investment 3323735	Bank of America Lockbox 8188703107	JP Morgan Chase Holding 323223141	JP Morgan Chase Concentration 16001257
CASH BEGINNING OF MONTH	\$ 57,424	\$ 7,791	\$ -	\$ 131,170,003	\$ 8,794	\$ 836,275	\$ 2,427,704
RECEIPTS							
ACCOUNTS RECEIVABLE - THIRD PARTIES					17,857		
ACCOUNTS RECEIVABLE - INTERCOMPANY							
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI							
DIP BORROWINGS							
TRANSFERS IN - THIRD PARTIES		506,308		600,848		3,673	5,792,050
TRANSFERS IN - NONFILING ENTITIES							22,545,601
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	300,000			82,000,000			214,554,791
MISCELLANEOUS							57,453
TOTAL RECEIPTS	300,000	506,308	-	82,600,848	17,857	3,673	242,949,895
DISBURSEMENTS							
PAYROLL							
PAYROLL TAXES							
TRADE PAYABLES - THIRD PARTIES							1,289,561
TRADE PAYABLES - INTERCOMPANY							
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI							
DIP PRINCIPAL REPAYMENTS							
DIP INTEREST AND USAGE FEES							202,236
TRANSFERS OUT - THIRD PARTIES	244,210						18,563,993
TRANSFERS OUT - NONFILING ENTITIES							
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		460,858		71,000,000			224,028,710
MISCELLANEOUS							
TOTAL DISBURSEMENTS	244,210	460,858	-	71,000,000	-	-	244,084,500
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	55,790	45,451	-	11,600,848	17,857	3,673	(1,134,605)
CASH - END OF MONTH	\$ 113,214	\$ 53,241	\$ -	\$ 142,770,851	\$ 26,651	\$ 839,948	\$ 1,293,099

**Note #1**

Various payments are made by W. R. Grace & Co. - Conn on behalf of certain other debtor entities, generally and primarily those that are inactive and/or have no direct employees. Such expenditures are generally de minimis and could include professional fees, state registration fees, business license fees and certain taxes.

W. R. Grace &amp; Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	Bank of America Lockbox 8188203114	Bank of America Securities LLC 22330134	First Union Concentration 2000000282172	First Union Payroll 2079900016741	First Union Petty Cash 2079900005600	First Union Lobby Medical 2079900065006
<b>CASH BEGINNING OF MONTH</b>	\$ 1,247,803	\$ 71,109,191	\$ 9,458,584	\$ (205,858)	\$ -	\$ -
<b>RECEIPTS</b>						
ACCOUNTS RECEIVABLE - THIRD PARTIES	59,914,756					
ACCOUNTS RECEIVABLE - INTERCOMPANY	1,489,582					
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI						
DIP BORROWINGS						
TRANSFERS IN - THIRD PARTIES		313,912				
TRANSFERS IN - NONFILING ENTITIES						
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		5,579,716	133,100,000	19,398,931		54,723
MISCELLANEOUS						
<b>TOTAL RECEIPTS</b>	61,404,338	5,893,628	133,100,000	19,398,931	-	54,723
<b>DISBURSEMENTS</b>						
PAYROLL				12,313,772		
PAYROLL TAXES				6,558,069		
TRADE PAYABLES - THIRD PARTIES						
TRADE PAYABLES - INTERCOMPANY						
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI						
DIP PRINCIPAL REPAYMENTS						
DIP INTEREST AND USAGE FEES						
TRANSFERS OUT - THIRD PARTIES	2,671,975					54,723
TRANSFERS OUT - NONFILING ENTITIES	4,842,383					
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	52,707,224		138,131,279			
MISCELLANEOUS						
<b>TOTAL DISBURSEMENTS</b>	60,221,583	-	138,131,279	18,871,840	-	54,723
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>	1,182,755	5,893,628	(5,031,279)	527,091	-	-
<b>CASH - END OF MONTH</b>	\$ 2,430,558	\$ 77,002,819	4,427,305	\$ 321,233	\$ -	\$ -

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W. R. Grace &amp; Co. - Conn

Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	First Union Accts Payable 2079920005761	First Union Payroll 2079900067554	Wachovia Lockbox 1866-082535	First Union Accts payable 2079900005260	First Union Accts Payable 2079900005231	SunTrust Payroll 00000141309	PNC 4002641380	Hibernia Nat Disbursement 101391210	JP Morgan Chase Lockbox 304616494
CASH BEGINNING OF MONTH	\$ (4,669,807)	\$ -	\$ -	\$ -	\$ -	\$ 45,246	\$ 24,196	\$ 10,000	\$ 23,788,417
RECEIPTS									
ACCOUNTS RECEIVABLE - THIRD PARTIES									41,330,991
ACCOUNTS RECEIVABLE - INTERCOMPANY									23,149,724
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI									
DIP BORROWINGS									
TRANSFERS IN - THIRD PARTIES									
TRANSFERS IN - NONFILING ENTITIES									
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	56,673,771			1,643,918	60,359,935				
MISCELLANEOUS									
TOTAL RECEIPTS	56,673,771	-	-	1,643,918	60,359,935	-	-	-	64,480,715
DISBURSEMENTS									
PAYROLL									
PAYROLL TAXES									
TRADE PAYABLES - THIRD PARTIES	(a) 55,074,992			1,686,073	61,856,113				
TRADE PAYABLES - INTERCOMPANY									
ACCOUNT SECURITIZATION									
PAYMENTS AS SERVICER FOR GRPI									
DIP PRINCIPAL REPAYMENTS									
DIP INTEREST AND USAGE FEES									
TRANSFERS OUT - THIRD PARTIES									
TRANSFERS OUT - NONFILING ENTITIES									
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS									88,090,073
MISCELLANEOUS				444,315					
TOTAL DISBURSEMENTS	55,074,992	-	-	2,130,388	61,856,113	-	-	-	88,090,073
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	1,598,779	-	-	(486,470)	-1496178	-	-	-	(23,609,358)
CASH - END OF MONTH	\$ (3,071,028)	\$ -	\$ -	\$ (486,470)	\$ (1,496,178)	\$ 45,246	\$ 24,196	\$ 10,000	\$ 179,059

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(a) These disbursements include Libby indictment, legal, and indemnification costs of \$2,292,834.

W. R. Grace & Co. - Conn					
Schedule of Cash Receipts and Disbursements					
MOR-1					
October 2007					
	Allfirst Payroll 18298657	First Union Fetty Cash 2040000016900	Banco de Credito Operating Acct 1931115122058	Banco de Credito Operating Acct 1931125963172	Banco Interam de Finanzas 007000107847
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ 2,818	\$ 159,652	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES			35,289	317,513	-
ACCOUNTS RECEIVABLE - INTERCOMPANY			-	-	-
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI			-	-	-
DIP BORROWINGS			-	-	-
TRANSFERS IN - THIRD PARTIES			253,036	-	-
TRANSFERS IN - NONFILING ENTITIES			-	-	-
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS			-	-	-
MISCELLANEOUS					
TOTAL RECEIPTS	-	-	288,326	317,513	-
DISBURSEMENTS					
PAYROLL			9,834	-	-
PAYROLL TAXES			46,742	-	-
TRADE PAYABLES - THIRD PARTIES			-	-	-
TRADE PAYABLES - INTERCOMPANY			-	-	-
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI			-	-	-
DIP PRINCIPAL REPAYMENTS			-	-	-
DIP INTEREST AND USAGE FEES			-	-	-
TRANSFERS OUT - THIRD PARTIES			195,531	258,213	-
TRANSFERS OUT - NONFILING ENTITIES			-	-	-
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS			-	-	-
MISCELLANEOUS			36,034	14,660	-
TOTAL DISBURSEMENTS	-	-	288,141	272,873	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	185	44,640	-
CASH - END OF MONTH	\$ -	\$ -	\$ 3,002	\$ 204,293	\$ -

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## W. R. Grace &amp; Co. - Conn

## Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	Banco Interam de Finanzas 7000107707	Banco Sudamer Operating Acct 10220251	Bank Boston Operating Acct 154424	Cash in Transit	Cash on Hand	Other
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ 26,397	\$ 4,375,691	\$ 30,203	\$ (256,790)
RECEIPTS						
ACCOUNTS RECEIVABLE - THIRD PARTIES	-	-	444,472			
ACCOUNTS RECEIVABLE - INTERCOMPANY	-	-	-			
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	-	-			
DIP BORROWINGS	-	-	-			
TRANSFERS IN - THIRD PARTIES	-	-	-			
TRANSFERS IN - NONFILING ENTITIES	-	-	-			
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	-	-	-			
MISCELLANEOUS						107,679
TOTAL RECEIPTS	-	-	444,472	-	-	107,679
DISBURSEMENTS						
PAYROLL	-	-	-			
PAYROLL TAXES	-	-	-			
TRADE PAYABLES - THIRD PARTIES	-	-	-			
TRADE PAYABLES - INTERCOMPANY	-	-	-			
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI	-	-	-			
DIP PRINCIPAL REPAYMENTS	-	-	-			
DIP INTEREST AND USAGE FEES	-	-	-			
TRANSFERS OUT - THIRD PARTIES	-	-	-	4,375,690		
TRANSFERS OUT - NONFILING ENTITIES	-	-	-			
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	-	-	-			
MISCELLANEOUS	-	-	9,049		8,000	
TOTAL DISBURSEMENTS	-	-	9,049	4,375,690	8,000	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	435,423	(4,375,690)	(8,000)	107,679
CASH - END OF MONTH	\$ -	\$ -	\$ 461,820	\$ 1	\$ 22,203	\$ (149,111)

## Note #1

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W. R. Grace & Co. - Conn		
Schedule of Cash Receipts and Disbursements		
MOR-1		
October 2007		
	CURRENT MONTH	
	ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 239,663,732	\$ -
RECEIPTS		
ACCOUNTS RECEIVABLE - THIRD PARTIES	102,060,878	
ACCOUNTS RECEIVABLE - INTERCOMPANY	24,639,306	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI	-	
DIP BORROWINGS	-	
TRANSFERS IN - THIRD PARTIES	7,469,828	
TRANSFERS IN - NONFILING ENTITIES	22,545,601	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	573,665,786	
MISCELLANEOUS	165,132	
TOTAL RECEIPTS	730,546,530	-
DISBURSEMENTS		
PAYROLL	12,323,605	
PAYROLL TAXES	6,604,811	
TRADE PAYABLES - THIRD PARTIES	119,906,740	
TRADE PAYABLES - INTERCOMPANY	-	
ACCOUNT SECURITIZATION		
PAYMENTS AS SERVICER FOR GRPI	-	
DIP PRINCIPAL REPAYMENTS	-	
DIP INTEREST AND USAGE FEES	202,236	
TRANSFERS OUT - THIRD PARTIES	26,364,336	
TRANSFERS OUT - NONFILING ENTITIES	4,842,383	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	574,418,143	
MISCELLANEOUS	512,058	
TOTAL DISBURSEMENTS	745,174,312	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	(14,627,782)	-
CASH - END OF MONTH	\$ 225,025,951	\$ -

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W.R. Grace &amp; Co.

Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	JP Morgan Chase Pass Through 323881963	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
<b>RECEIPTS</b>			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	759,871	759,871	
<b>TOTAL RECEIPTS</b>	759,871	759,871	-
<b>DISBURSEMENTS</b>			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS	759,871	759,871	
MISCELLANEOUS		-	
<b>TOTAL DISBURSEMENTS</b>	759,871	759,871	-
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>	-	-	-
<b>CASH - END OF MONTH</b>	\$ -	\$ -	\$ -

Remedium Group, Inc.

## Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	JP Morgan Chase Depository/Wire 323883842	JP Morgan Chase Disbursement 601831985	Other	CURRENT MONTH	
				ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ (547,977)	\$ -	\$ (547,977)	\$ -
RECEIPTS					
ACCOUNTS RECEIVABLE - THIRD PARTIES				-	
ACCOUNTS RECEIVABLE - INTERCOMPANY				-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI				-	
DIP BORROWINGS				-	
TRANSFERS IN - THIRD PARTIES				-	
TRANSFERS IN - NONFILING ENTITIES				-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		752,358		752,358	
TOTAL RECEIPTS	-	752,358	-	752,358	-
DISBURSEMENTS					
PAYROLL				-	
PAYROLL TAXES				-	
TRADE PAYABLES - THIRD PARTIES				-	
TRADE PAYABLES - INTERCOMPANY				-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI				-	
DIP PRINCIPAL REPAYMENTS				-	
DIP INTEREST AND USAGE FEES				-	
TRANSFERS OUT - THIRD PARTIES		217,605		217,605	
TRANSFERS OUT - NONFILING ENTITIES				-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS				-	
MISCELLANEOUS				-	
TOTAL DISBURSEMENTS	-	217,605	-	217,605	
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	534,752	-	534,752	
CASH - END OF MONTH	\$ -	\$ (13,225)	\$ -	\$ (13,225)	\$ -

Darex Puerto Rico, Inc.

Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	Citibank Operating Acct 300153011	Petty Cash	Other	Cash-In-Transit	CURRENT MONTH	
					ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 5,570,271	\$ -	\$ -	\$ -	\$ 5,570,271	\$ -
<b>RECEIPTS</b>						
		No Activity	No Activity	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES	242,187				242,187	
ACCOUNTS RECEIVABLE - INTERCOMPANY					-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI					-	
DIP BORROWINGS					-	
TRANSFERS IN - THIRD PARTIES					-	
TRANSFERS IN - NONFILING ENTITIES					-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS	220,960				220,960	
<b>TOTAL RECEIPTS</b>	463,147	-	-	-	463,147	-
<b>DISBURSEMENTS</b>						
PAYROLL	6,113				6,113	
PAYROLL TAXES	2,307				2,307	
TRADE PAYABLES - THIRD PARTIES	318,158				318,158	
TRADE PAYABLES - INTERCOMPANY					-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI					-	
DIP PRINCIPAL REPAYMENTS					-	
DIP INTEREST AND USAGE FEES					-	
TRANSFERS OUT - THIRD PARTIES					-	
TRANSFERS OUT - NONFILING ENTITIES					-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS					-	
MISCELLANEOUS					-	
<b>TOTAL DISBURSEMENTS</b>	326,578	-	-	-	326,578	-
<b>NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)</b>	136,569	-	-	-	136,569	-
<b>CASH - END OF MONTH</b>	\$ 5,706,840	\$ -	\$ -	\$ -	\$ 5,706,840	\$ -

## Grace International Holdings

## Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	Grace International Holdings 323136524	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

CC Partners			
Schedule of Cash Receipts and Disbursements			
MOR-1			
October 2007			
	First Union Deposit Acct 2199500031802	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

## Kootenai Development Company

## Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	First National Bank of Montana 1049097	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 46,439	\$ 46,439	\$ -
RECEIPTS			
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES	69,000	69,000	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	69,000	69,000	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	69,000	69,000	-
CASH - END OF MONTH	\$ 115,439	\$ 115,439	\$ -

Grace Europe, Inc.

## Schedule of Cash Receipts and Disbursements

MOR-1

October 2007

	Barclays Bank PLC	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -



Gloucester New Communities Company, Inc.  
Schedule of Cash Receipts and Disbursements  
MOR-1  
October 2007

	Cash On Hand	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ 500	\$ 500	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ 500	\$ 500	\$ -

Dewey & Almy, LLC			
Schedule of Cash Receipts and Disbursements			
MOR-1			
October 2007			
	Miscellaneous	CURRENT MONTH	
		ACTUAL	PROJECTED
CASH BEGINNING OF MONTH	\$ -	\$ -	\$ -
RECEIPTS			
	No Activity		
ACCOUNTS RECEIVABLE - THIRD PARTIES		-	
ACCOUNTS RECEIVABLE - INTERCOMPANY		-	
ACCOUNTS RECEIVABLE AS SERVICER FOR GRPI		-	
DIP BORROWINGS		-	
TRANSFERS IN - THIRD PARTIES		-	
TRANSFERS IN - NONFILING ENTITIES		-	
TRANSFERS IN - FILING ENTITY CASH ACCOUNTS		-	
TOTAL RECEIPTS	-	-	-
DISBURSEMENTS			
PAYROLL		-	
PAYROLL TAXES		-	
TRADE PAYABLES - THIRD PARTIES		-	
TRADE PAYABLES - INTERCOMPANY		-	
ACCOUNT SECURITIZATION PAYMENTS AS SERVICER FOR GRPI		-	
DIP PRINCIPAL REPAYMENTS		-	
DIP INTEREST AND USAGE FEES		-	
TRANSFERS OUT - THIRD PARTIES		-	
TRANSFERS OUT - NONFILING ENTITIES		-	
TRANSFERS OUT - FILING ENTITY CASH ACCOUNTS		-	
MISCELLANEOUS		-	
TOTAL DISBURSEMENTS	-	-	-
NET CASH FLOW (RECEIPTS LESS DISBURSEMENTS)	-	-	-
CASH - END OF MONTH	\$ -	\$ -	\$ -

October 31, 2007

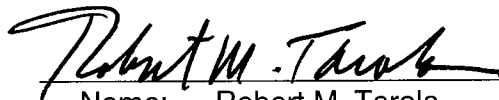
Office of the United States Trustee

Subject: Attestation Regarding Bank Account Reconciliations

The debtor, W. R. Grace & Co, et al, hereby submits this attestation regarding bank account reconciliations in lieu of providing copies of bank statements and copies of all account reconciliations.

The debtor has, on a timely basis, performed all bank account reconciliations in the ordinary course of business. Copies of bank account statements and reconciliations are available for inspection upon request by the United States Trustee's Office.

GRACE



Name: Robert M. Tarola  
Position: Senior Vice President and  
Chief Financial Officer

Sworn to and Subscribed  
before me on this 30<sup>th</sup>  
day of NOVEMBER, 2007.



V. BRIDGET SARIKAS  
NOTARY PUBLIC STATE OF MARYLAND  
County of Montgomery  
My Commission Expires February 1, 2011

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended October 31, 2007

	W.R. Grace & Co. Conn.	W.R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.
Net sales to third parties	\$ 89,147,709	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	45,769,991	-	-	-	-	-	-	-	-
Net sales to filing entities	350,505	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	7,201,428	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(7,470,272)	4,591,481	604,302	19,173	845,233	-	2,602,915	-	-
	134,999,362	4,591,481	604,302	19,173	845,233	-	2,602,915	-	-
Cost of goods sold to third parties	63,674,868	-	(794)	-	-	-	-	-	-
Cost of goods sold to non-filing entities	34,297,023	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	322,191	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	(a) 28,909,474	-	(1,760)	-	-	38,500	-	-	-
Research and development expenses	3,980,489	-	-	-	-	-	-	-	-
Depreciation and amortization	4,482,180	-	1,760	-	-	-	-	-	-
Interest expense	5,734,572	-	-	-	-	-	-	-	-
Other expense (income), net	(955,745)	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	6,873,727	-	-	-	-	-	-	-	-
	140,445,053	-	(794)	-	-	38,500	-	-	-
(Loss) income before income taxes, minority interest and equity in net income of non-filing entities	(5,445,692)	4,591,481	605,096	19,173	845,233	(38,500)	2,602,915	-	-
(Provision for) benefit from income taxes	4,238,886	(1,607,019)	(212,065)	(6,710)	(295,832)	13,475	(911,020)	510	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ (1,206,806)</b>	<b>\$ 2,984,462</b>	<b>\$ 393,031</b>	<b>\$ 12,463</b>	<b>\$ 549,401</b>	<b>\$ (25,025)</b>	<b>\$ 1,691,895</b>	<b>\$ 510</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. Conn.

(a) Amount includes \$2,590,579 of expenses for Grace's legal and indemnification costs related to the Libby indictment. \$1,785,599 of this amount relates specifically to the indemnification costs of the seven current and former employees under indictment.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended October 31, 2007

	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation	Alewite Boston, Ltd.	Five Alewite Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
Net sales to third parties	\$ -	\$ 461,479	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	333,731	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	(891,560)	-	-	-	-	-	-	-	-
	(557,830)	461,479	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	185,606	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	34,414	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	99,336	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	85,692	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	(10,429)	(20,728)	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	(10,429)	384,320	-	-	-	-	-	-	-
(Loss) income before income taxes, minority interest and equity in net income of non-filing entities	(547,400)	77,159	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	177,181	(27,005)	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ (370,220)</b>	<b>\$ 50,154</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended October 31, 2007

	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern oil, Resin & Fiberglass, Inc.	Guanica- Caribe Land Development Corporation	Dewey & Almy, LLC	A-1 Bit & Tool Co., Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended October 31, 2007

	Grace Tarpon Investors, Inc.	G C Limited Partners I, Inc.	Monolith Enterprises, Incorporated	Grace Culinary Systems, Inc.	Grace Hotel Services Corporation	Monroe Street, Inc.	Grace H-G Inc.	Hanover Square Corporation	Ecarg, Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended October 31, 2007

	W.R. Grace Land Corporation	G C Management, Inc.	Water Street Corporation	Del Taco Restaurants, Inc.	W.R. Grace Capital Corporation	Gloucester New Communities Company, Inc.	Creative Food N' Fun Company	Grace PAR Corporation	Grace A-B Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. Conn.



W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended October 31, 2007

	Homco International, Inc.	GPC Thomasville Corp.	Grace Ventures Corp.	Grace Energy Corporation	GEC Management Corporation	Grace Offshore Company	Coalgrace, Inc.	Grace A-B II Inc.	Grace H-G II Inc.
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	-
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	-
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	-
(Loss) income before income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities  
Combining Statement of Operations  
MOR - 2  
Month Ended October 31, 2007

	Coalgrace II, Inc.	Gracoal II, Inc.	Gracoal, Inc.	Grace Drilling Company	Grace Petroleum Libya Incorporated	Axial Basin Ranch Company	Hayden-Gulch West Coal Company	H-G Coal Company	Eliminations between Filing Entities
Net sales to third parties	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Net sales to non-filing entities	-	-	-	-	-	-	-	-	-
Net sales to filing entities	-	-	-	-	-	-	-	-	(350,505)
Interest and royalties from non-filing entities, net	-	-	-	-	-	-	-	-	-
Interest and royalties from filing entities, net	-	-	-	-	-	-	-	-	(301,272)
	-	-	-	-	-	-	-	-	(651,777)
Cost of goods sold to third parties	-	-	-	-	-	-	-	-	-
Cost of goods sold to non-filing entities	-	-	-	-	-	-	-	-	-
Cost of goods sold to filing entities	-	-	-	-	-	-	-	-	(356,605)
Selling, general and administrative expenses	-	-	-	-	-	-	-	-	-
Research and development expenses	-	-	-	-	-	-	-	-	-
Depreciation and amortization	-	-	-	-	-	-	-	-	-
Interest expense	-	-	-	-	-	-	-	-	-
Other expense (income), net	-	-	-	-	-	-	-	-	-
Chapter 11 reorganization expenses, net of interest income	-	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-	(356,605)
(Loss) income before income taxes, minority interest and equity in net income of non-filing entities	-	-	-	-	-	-	-	-	(295,172)
(Provision for) benefit from income taxes	-	-	-	-	-	-	-	-	-
Minority interest in income of subsidiary	-	-	-	-	-	-	-	-	-
Equity in net income of non-filing entities	-	-	-	-	-	-	-	-	-
<b>Net (loss) income</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ (295,172)</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. Conn.

W.R. Grace & Co. - Chapter 11 Filing Entities Combining Statement of Operations MOR - 2 Month Ended October 31, 2007		
	Conversion to Equity Method	COMBINED FILING ENTITIES
Net sales to third parties	\$ -	\$ 89,609,189
Net sales to non-filing entities	-	45,769,991
Net sales to filing entities	-	-
Interest and royalties from non-filing entities, net	-	1,935,159
Interest and royalties from filing entities, net	-	-
	-	137,314,338
Cost of goods sold to third parties	-	64,259,681
Cost of goods sold to non-filing entities	-	34,297,023
Cost of goods sold to filing entities	-	-
Selling, general and administrative expenses	-	29,045,550
Research and development expenses	-	3,980,489
Depreciation and amortization	-	4,569,632
Interest expense	-	5,734,572
Other expense (income), net	-	(986,902)
Chapter 11 reorganization expenses, net of interest income	-	6,873,727
	-	147,773,773
(Loss) income before income taxes, minority interest and equity in net income of non-filing entities	-	(10,459,435)
(Provision for) benefit from income taxes	-	1,370,401
Minority interest in income of subsidiary	-	-
Equity in net income of non-filing entities	12,333,824	12,333,824
<b>Net (loss) income</b>	<b>\$ 12,333,824</b>	<b>\$ 3,244,790</b>

**Note #2**

Certain de minimis expenditures, including state registration fees, business license fees and certain taxes, of affiliated companies are accounted for in the statement of operations of W. R. Grace & Co. Conn.

W. R. Grace & Co. - Chapter 11 Filing Entities  
Combining Balance Sheet  
MOR - 3  
October 31, 2007

	W. R. Grace & Co. Conn.	W. R. Grace & Co.	Remedium Group, Inc.	CCHP, Inc.	CC Partners	Grace Washington, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 225,025,951	\$ -	\$ (13,224)	\$ -	\$ -	\$ -
Marketable securities	26,000,000	-	-	-	-	-
Accounts and other receivables, net	118,664,526	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	392,179,219	(365,487,894)	(28,103,813)	12,877,002	(69,841,192)	(12,158,400)
Inventories	81,451,043	-	-	-	-	-
Deferred income taxes	29,892,360	-	328,493	-	-	-
Other current assets	13,727,186	-	-	-	-	-
<b>Total Current Assets</b>	<b>886,940,285</b>	<b>(365,487,894)</b>	<b>(27,788,544)</b>	<b>12,877,002</b>	<b>(69,841,192)</b>	<b>(12,158,400)</b>
Properties and equipment, net	391,257,939	-	356,421	-	-	-
Goodwill	24,163,463	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	93,633,359	-	-	-	-	-
Deferred income taxes	1,029,772,877	-	20,608,227	-	-	-
Asbestos-related insurance receivable	500,000,000	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	(1,815,382,820)	1,044,582,384	111,558,503	5,703,461	247,244,062	-
Investment in filing and non-filing entities	832,592,888	241,512,111	-	-	-	-
Other assets	56,629,792	-	-	-	-	1
<b>Total Assets</b>	<b>\$ 1,999,607,783</b>	<b>\$ 920,606,601</b>	<b>\$ 104,734,607</b>	<b>\$ 18,580,463</b>	<b>\$ 177,402,870</b>	<b>\$ (12,158,399)</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	72,696,920	-	401,011	-	-	-
Income taxes payable	802,118	-	-	-	-	-
Other current liabilities	155,933,752	-	7,624	-	-	(167)
<b>Total Current Liabilities</b>	<b>229,432,791</b>	<b>-</b>	<b>408,634</b>	<b>-</b>	<b>-</b>	<b>(167)</b>
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	315,698,574	-	-	-	-	-
Minority interest in consolidated entities	54,233,024	-	-	-	-	-
Pension Liabilities	102,334,885	-	-	-	-	-
Other liabilities	34,137,074	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	<b>735,836,348</b>	<b>-</b>	<b>408,634</b>	<b>-</b>	<b>-</b>	<b>(167)</b>
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	792,323,858	-	-	-	-	-
Accounts payable	30,897,967	-	656,146	-	-	-
Income taxes payable	(45,890,772)	84,904,970	(13,695,101)	377,785	17,152,403	(336,993)
Asbestos-related liability	1,700,000,000	-	-	-	-	-
Other liabilities	596,114,619	-	59,819,198	-	-	-
<b>Total Liabilities Subject to Compromise</b>	<b>3,073,445,671</b>	<b>84,904,970</b>	<b>46,780,243</b>	<b>377,785</b>	<b>17,152,403</b>	<b>(336,993)</b>
<b>Total Liabilities</b>	<b>3,809,282,019</b>	<b>84,904,970</b>	<b>47,188,878</b>	<b>377,785</b>	<b>17,152,403</b>	<b>(337,160)</b>
<b>Shareholders' Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	83,968,960	817,885	12,223	1,000	-	1,000
Paid in capital	142,809,878	425,916,015	9,724,449	34,052,467	56,011,577	-
(Accumulated deficit)/Retained earnings	(1,681,977,544)	487,174,212	47,809,057	(15,850,788)	104,238,890	(11,822,240)
Treasury stock, at cost	-	(78,206,580)	-	-	-	-
Accumulated other comprehensive (loss) income	(354,475,530)	100	-	-	-	-
Deferred compensation trust	-	100	-	-	-	-
<b>Total Shareholders' Equity (Deficit)</b>	<b>(1,809,674,236)</b>	<b>835,701,631</b>	<b>57,545,729</b>	<b>18,202,678</b>	<b>160,250,467</b>	<b>(11,821,240)</b>
<b>Total Liabilities and Shareholders' Equity (Deficit)</b>	<b>\$ 1,999,607,783</b>	<b>\$ 920,606,601</b>	<b>\$ 104,734,607</b>	<b>\$ 18,580,463</b>	<b>\$ 177,402,870</b>	<b>\$ (12,158,399)</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities  
Combining Balance Sheet  
MOR - 3  
October 31, 2007

	Litigation Management, Inc.	Grace Europe, Inc.	L B Realty, Inc.	Grace International Holdings, Inc.	Darex Puerto Rico, Inc.	Alewite Land Corporation
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ 5,706,840	\$ -
Marketable securities	-	-	-	-	-	-
Accounts and other receivables, net	-	104,130	-	-	2,043,560	-
Receivables from/(payables to) filing and non-filing entities, net	(386,938,610)	5,796,696	140,524,854	(83,653,717)	1,803,291	(4,989,748)
Inventories	-	-	-	-	163,985	-
Deferred income taxes	-	91,335	-	-	42,350	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	(386,938,610)	5,992,161	140,524,854	(83,653,717)	9,760,027	(4,989,748)
Properties and equipment, net	-	-	-	-	633,176	-
Goodwill	-	-	-	-	1,256,948	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	586,072,578	(3,291,288)	-	42,760,834	-	-
Investment in filing and non-filing entities	-	-	-	58,669,464	-	-
Other assets	-	54,000	-	-	6,883,782	-
<b>Total Assets</b>	<b>\$ 199,133,968</b>	<b>\$ 2,754,873</b>	<b>\$ 140,524,854</b>	<b>\$ 17,776,581</b>	<b>\$ 18,533,932</b>	<b>\$ (4,989,748)</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	27,993	-	953,424	1,042,733	-
Income taxes payable	-	-	-	-	(801,850)	-
Other current liabilities	-	357,785	-	15,319,758	181,044	-
<b>Total Current Liabilities</b>	-	385,779	-	16,273,182	421,927	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	-	-	3,522,839	-	-
Minority interest in consolidated entities	-	-	-	-	-	-
Pension Liabilities	-	-	-	-	-	-
Other liabilities	-	-	-	1,416,586	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	385,779	-	21,212,607	421,927	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	133,907	-
Income taxes payable	52,838,660	(984,611)	(150)	(14,753,176)	1,120,554	(340,136)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	260,958	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	52,838,660	(723,653)	(150)	(14,753,176)	1,254,461	(340,136)
<b>Total Liabilities</b>	52,838,660	(337,874)	(150)	6,459,431	1,676,388	(340,136)
<b>Shareholders' Equity (Deficit)</b>						
Preferred stock	112	-	-	-	-	-
Common stock	1,000	1,000	-	1,000	1,000	200
Paid in capital	(29,267,410)	-	25,358,993	61,845,489	13,074,177	274,606
(Accumulated deficit)/Retained earnings	175,561,606	(495,924)	115,166,011	(94,762,123)	3,782,367	(4,924,418)
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	3,587,671	-	44,232,784	-	-
Deferred compensation trust	-	-	-	-	-	-
<b>Total Shareholders' Equity (Deficit)</b>	146,295,308	3,092,747	140,525,004	11,317,150	16,857,544	(4,649,612)
<b>Total Liabilities and Shareholders' Equity (Deficit)</b>	<b>\$ 199,133,968</b>	<b>\$ 2,754,873</b>	<b>\$ 140,524,854</b>	<b>\$ 17,776,581</b>	<b>\$ 18,533,932</b>	<b>\$ (4,989,748)</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities  
Combining Balance Sheet  
MOR - 3  
October 31, 2007

	Alewite Boston Ltd.	Five Alewite Boston Ltd.	GN Holdings, Inc.	MRA Holdings Corp.	MRA Intermedco, Inc.	MRA Staffing Systems, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Marketable securities	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(2,143,580)	-	(57,817,172)	(110)	(330)	(24,591)
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	-	-	-	-	-	-
<b>Total Current Assets</b>	(2,143,580)	-	(57,817,172)	(110)	(330)	(24,591)
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	34,053,467	54,500,000	54,500,000	56,011,577
Other assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ (2,143,580)</b>	<b>\$ -</b>	<b>\$ (23,763,706)</b>	<b>\$ 54,499,890</b>	<b>\$ 54,499,670</b>	<b>\$ 55,986,986</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
<b>Total Current Liabilities</b>	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Minority interest in consolidated entities	-	-	-	-	-	-
Pension Liabilities	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	-	-	-	-	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(210)	-	-	(110)	(330)	(6,939)
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(210)	-	-	(110)	(330)	(6,939)
<b>Total Liabilities</b>	(210)	-	-	(110)	(330)	(6,939)
<b>Shareholders' Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	931,540	1	130	130
Paid in capital	-	-	9,408,460	54,499,999	54,499,870	54,499,870
(Accumulated deficit)/Retained earnings	(2,143,370)	-	(34,103,706)	-	-	1,493,925
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	-	-	-	-
Deferred compensation trust	-	-	-	-	-	-
<b>Total Shareholders' Equity (Deficit)</b>	(2,143,370)	-	(23,763,706)	54,500,000	54,500,000	55,993,925
<b>Total Liabilities and Shareholders' Equity (Deficit)</b>	<b>\$ (2,143,580)</b>	<b>\$ -</b>	<b>\$ (23,763,706)</b>	<b>\$ 54,499,890</b>	<b>\$ 54,499,670</b>	<b>\$ 55,986,986</b>

**Note #3**

Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.

W. R. Grace & Co. - Chapter 11 Filing Entities  
Combining Balance Sheet  
MOR - 3  
October 31, 2007

	Kootenai Development Company	CB Biomedical, Inc.	Amicon, Inc.	Grace Environmental, Inc.	Grace Chemical Company of Cuba	Southern Oil, Resin & Fiberglass, Inc.
<b>ASSETS</b>						
<b>Current Assets</b>						
Cash and cash equivalents	\$ 115,439	\$ -	\$ -	\$ -	\$ -	\$ -
Marketable securities	-	-	-	-	-	-
Accounts and other receivables, net	-	-	-	-	-	-
Receivables from/(payables to) filing and non-filing entities, net	(10,483)	(26,614,022)	57,347,191	(7,283,826)	-	-
Inventories	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Other current assets	7,220	-	-	-	-	-
<b>Total Current Assets</b>	112,176	(26,614,022)	57,347,191	(7,283,826)	-	-
Properties and equipment, net	-	-	-	-	-	-
Goodwill	-	-	-	-	-	-
Cash value of company owned life insurance, net of policy loans	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Asbestos-related insurance receivable	-	-	-	-	-	-
Loans receivable from/(payable to) filing and non-filing entities, net	-	-	-	-	-	-
Investment in filing and non-filing entities	-	-	-	-	-	-
Other assets	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 112,176</b>	<b>\$ (26,614,022)</b>	<b>\$ 57,347,191</b>	<b>\$ (7,283,826)</b>	<b>\$ -</b>	<b>\$ -</b>
<b>LIABILITIES AND SHAREHOLDERS' EQUITY (DEFICIT)</b>						
<b>Liabilities Not Subject to Compromise</b>						
<b>Current Liabilities</b>						
Debt payable within one year	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-
Income taxes payable	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	-
<b>Total Current Liabilities</b>	-	-	-	-	-	-
Debt payable after one year	-	-	-	-	-	-
Deferred income taxes	-	-	-	-	-	-
Minority interest in consolidated entities	-	5,000	-	-	-	-
Pension Liabilities	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Not Subject to Compromise</b>	-	5,000	-	-	-	-
<b>Liabilities Subject to Compromise</b>						
Debt, pre-petition plus accrued interest	-	-	-	-	-	-
Accounts payable	-	-	-	-	-	-
Income taxes payable	(392,555)	(195)	10,346,794	(230)	-	-
Asbestos-related liability	-	-	-	-	-	-
Other liabilities	-	-	-	-	-	-
<b>Total Liabilities Subject to Compromise</b>	(392,555)	(195)	10,346,794	(230)	-	-
<b>Total Liabilities</b>	(392,555)	4,805	10,346,794	(230)	-	-
<b>Shareholders' Equity (Deficit)</b>						
Preferred stock	-	-	-	-	-	-
Common stock	-	-	-	5,150	-	-
Paid in capital	1,233,954	859,233	3,671,658	5,144,850	-	-
(Accumulated deficit)/Retained earnings	(729,223)	(27,478,060)	43,427,950	(12,433,596)	-	-
Treasury stock, at cost	-	-	-	-	-	-
Accumulated other comprehensive (loss) income	-	-	(99,212)	-	-	-
Deferred compensation trust	-	-	-	-	-	-
<b>Total Shareholders' Equity (Deficit)</b>	504,731	(26,618,827)	47,000,396	(7,283,596)	-	-
<b>Total Liabilities and Shareholders' Equity (Deficit)</b>	<b>\$ 112,176</b>	<b>\$ (26,614,022)</b>	<b>\$ 57,347,191</b>	<b>\$ (7,283,826)</b>	<b>\$ -</b>	<b>\$ -</b>

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Certain contingent liabilities of divested businesses are included on the balance sheet of W. R. Grace & Co. - Conn as it is not practical to determine which Debtor bears the ultimate obligation.